Summary of Outlook for FY 2011 Budget

November 7, 2009
City Council Budget Retreat
## FISCAL YEAR 2011 BUDGET OUTLOOK ($ IN MILLIONS)

<table>
<thead>
<tr>
<th>Fund Type</th>
<th>FY 2010 Approved Budget</th>
<th>FY 2011 Estimated Current Services Exp</th>
<th>FY 2011 Current Services compared to Prior Year</th>
</tr>
</thead>
<tbody>
<tr>
<td>City Operations</td>
<td>$ 307.6</td>
<td>$ 314.3</td>
<td>2.2%</td>
</tr>
<tr>
<td>CIP-related total</td>
<td>$ 41.8</td>
<td>$ 42.4</td>
<td>1.4%</td>
</tr>
<tr>
<td>(Pay-As-You-Go Cash Capital)</td>
<td>$ 4.4</td>
<td>$ 4.0</td>
<td>-9.1%</td>
</tr>
<tr>
<td>(Debt Service)</td>
<td>$ 37.4</td>
<td>$ 38.4</td>
<td>2.7%</td>
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<tr>
<td>Transit Subsidies</td>
<td>$ 16.0</td>
<td>$ 17.3</td>
<td>8.1%</td>
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<tr>
<td>Total City Managed Funds</td>
<td>$ 407.2</td>
<td>$ 416.4</td>
<td>2.3%</td>
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<tr>
<td>Schools Transfer</td>
<td>$ 164.6</td>
<td>$ 178.8</td>
<td>8.6%</td>
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<tr>
<td><strong>Total General Fund</strong></td>
<td><strong>$ 530.0</strong></td>
<td><strong>$ 552.8</strong></td>
<td>4.3%</td>
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**Estimated Revenue (Mid-Range Est.)**

| Estimated Revenue (Mid-Range Est.)             | $ 525.6                 | $ 509.4                                | -3.1%                                           |

**Shortfall**

| Shortfall                                      | $ (4.40)                | $ (43.42)                              |                                                |

**% Shortfall**

| % Shortfall                                    | -0.8%                   | -7.9%                                  |                                                |

**Ranges of Estimated Revenue**

- **High Est. (additional revenue)**: $ 3.6
- **Mid-Range Est.**: $ -
- **Low Est. (less revenue)**: $ (2.0)
Major Budget Guidance Decisions

- **Expenditure Issues**
  - City Programmatic Increases
  - Pay and Benefits
    - Merit Step
    - Market Rate Adjustment
    - Pay Supplemental Bonus
    - Watson Wyatt Related Pay Adjustments
      - Adjusted Benchmark Rate
      - Competency Based Classification Implementation Cost
      - Benefits Review (incl. Health Care Premium Cost Sharing)
  - OPEB Funding
    - City Operating Budget Reductions
    - Cash Capital for CIP
    - Transit Subsidies
    - Schools Transfer
Major Budget Guidance Decisions

- Revenues
  - Increase City Fees/Fines and Charges?
  - Increase Base Real Estate Tax Rate?
  - Add Commercial Real Estate Tax for transportation purposes?
  - Review Other Tax Rates?
  - Add Stormwater Utility Fee?
  - Asset Sales?
## Summary of Outlook for FY 2011 Budget

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City Council Budget Retreat

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Ranges of Estimated Revenue

- High Est. (additional revenue)   $3.6   $11.3
- Mid-Range Est.                  $-     $-
- Low Est. (less revenue)         $(2.0) $(8.1)
Major Budget Guidance Decisions

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